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United States Department of the Interior



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BUREAU OF LAND MANAGEMENT Utah State Office P.O. Box 45155 Salt Lake City, UT 84145-0155 http://www.blm.gov

IN REPLY REFER TO: 3432 SL-062583 UTU-47080 (UT-923)

DEC 1 1 2007

Mary C. Erickson Forest Supervisor U.S. Forest Service Fishlake National Forest 115 East 900 North Richfield, Utah 84701

Dear Ms. Erickson:

Our office has received your letter dated December 3, 2007 concerning the applications for two coal lease modifications (SL-062583 and UTU-47080) filed in this office on July 5, 2007, by Ark Land Company for Canyon Fuel Company. The Fishlake National Forest has reviewed the applications and has determined that the application is consistent with the Forest Plan direction and are therefore, both available for further consideration for coal leasing based on an environmental analysis.

As noted by your letter, due to the current Fishlake National Forest NEPA workload and the fact that these two coal lease modifications involve minimum surface disturbance, you have requested that BLM be designated as the lead agency with Fishlake National Forest being a cooperating agency concerning the environmental analysis. As the lead agency, we will proceed with requesting the applicant to contract the NEPA compliance to support the leasing decision to be made BLM following the consent by the Forest Service.

We look forward to working with the Fishlake National Forest on the processing of this application. If you have further questions concerning this process, please contact Jim Kohler at (801) 539-4037 or Roger Bankert at (435) 636-3600.

Sincerely,

Kent Hoffman

Kent Hoffman Deputy State Director Lands and Minerals RECEIVED
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DIV. OF OIL, GAS & MINING

cc: James F. Kohler, Chief, Branch of Solid Minerals, Utah State Office
 Roger Bankert, Field Manager, Price Field Office
 Mr. Jack Troyer, Regional Forester, U.S. Forest Service, 324 25th Street, Ogden, Utah 84401
 Pamela Grubaugh-Littig, Coal regulatory Program, Utah Div. of Oil, Gas and Mining,
 P.O. Box 145801, Salt Lake City, Utah 84114-5081
 Steven E. McCurdy, Ark Land Company, 1 City Place Drive, Suite 300, St. Louis, MO 63141